UNITED STATES BANKRUPTCY COURT DISTRICT OF OREGON

In re Creative Lighting Solutions, Inc.) Case No. <u>19-34296-pcm11</u>)
) Notice of Motion for Relief
) from Automatic Stay in a
) Chapter 11/12 Case,
De	btor(s)) and Notice of Hearing Thereon
ΥO	U ARE NOTIFIED THAT:	
1.	A motion was filed by Christenson E from the automatic stay protecting the	lectric, Inc. for relief ne debtor(s) and debtor's property, as provided by 11 U.S.C. § 362.
2.	The name and address of the moving Thomas A. Larkin 2300 SW First Avenue, Suite 200 P	party's attorney (or moving party, if no attorney) are:
2		
3.	If you wish to resist the motion you must, within 14 days of the service date shown below, file a written response with the clerk at 1050 SW 6th Ave. #700, Portland OR 97204 or 405 E 8th Ave. #2600, Eugene OR 97401 If the response is served in paper, you must also file a certificate showing the response has been served on the moving party's attorney.	
4.	A response must state the facts upon v details.	which relief from the automatic stay is resisted. See LBF 720.50 for
5.	If you file a timely response, a hearing	g on the motion will be held as follows:
	Date: <u>03/05/2020</u>	Time: <u>10:00 am</u>
	Location: Courtroom #	<i>-</i>
		g [NOTE : See <u>LBF 888</u> , Telephone Hearing Requirements] (888) 684-8852
	Access Code:	4950985 for Judge Trish M. Brown (tmb)
		☐ 5870400 for Judge David W. Hercher (dwh)
		■ 1238244 for Judge Peter C. McKittrick (pcm)
		3388495 for Judge Thomas M. Renn (tmr)
		Other
	No took one of the total or of the box	

No testimony will be taken at the hearing. If no timely response is filed, the hearing may be cancelled. Parties are encouraged to check the hearing calendar at https://www.orb.uscourts.gov after the response deadline has passed.

1124 (12/1/2018)

- 6. If a timely response is not filed, then either:
 - a. The court may sign an order without further notice, submitted by the moving party, granting relief from the stay; or
 - b. The stay will expire under the terms of 11 U.S.C. § 362(e).

I certify that on ________(1) this notice, (2) <u>LBF 720.50</u> if this notice was served on paper, (3) <u>LBF 888</u> if this notice was served on paper and a telephone hearing will be held, and (4) the motion, were served pursuant to Federal Rule of Bankruptcy Procedure (FRBP) 4001 and FRBP 7004 on the debtor(s), U.S. Trustee, trustee, members of any committee appointed pursuant to 11 U.S.C. § 1102 or its authorized agent [or, if no committee, on all creditors included on the list filed pursuant to FRBP 1007(d)], and their respective attorneys.

/s/ Thomas A. Larkin

Signature of Moving Party or Attorney

1 2 3 4	Thomas A. Larkin, OSB #923623 tlarkin@lawssl.com STEWART SOKOL & LARKIN LLC 2300 SW First Avenue, Suite 200 Portland, OR 97201-5047 Telephone: (503) 221-0699 Facsimile: (503) 223-5706	
5	Attorneys for Plaintiff Christenson Electric,	'nc.
6		
7	IN THE UNITED STATES BA	NKRUPTCY COURT
8	FOR THE DISTRICT	OF OREGON
9	In re:	
10	Creative Lighting Solutions. Inc.,	Case No. 19-34296-pcm11
11	Debtor,	CHRISTENSON ELECTRIC, INC'S MOTION FOR RELIEF FROM
12		AUTOMATIC STAY
13		
14	Christenson Electric, Inc. ("CEI") hereby	moves the Court (the "Motion") for
15	limited relief from the automatic stay imposed u	under 11 U.S.C. 362(d) of the
16	Bankruptcy Code, so that CEI may pursue Cre	ative Lighting Solutions Inc.'s
17	("Debtor") Construction Contractor's License B	ond (the "Bond"). Relief from the
18	automatic stay is warranted because the Bond	is not estate property. This Motion is
19	supported by the Declaration of Thomas A. Lar	kin ("Larkin Decl.") and the following
20	points and authorities.	
21	I. Introduction	
22	On or around August 6, 2018, Debtor ar	d CEI entered into a series of
23	contracts for CEI to provide electrical construct	ion labor, materials, and equipment
24	on a project with respect to which Debtor was i	nvolved as a contractor. After
25	completing its work, CEI sent Debtor invoices,	which Debtor failed to pay.
26	Accordingly, CEI caused a complaint to be filed	l against Debtor alleging breach of

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1	contract, action on account, account stated, private prompt payment, and quantum
2	meruit/unjust enrichment. CEI moved for an order of default that was granted on or
3	around November 27, 2019. Before CEI could collect, Debtor filed for protection
4	under Chapter 11 of the United States Bankruptcy Code. CEI requests limited relief
5	from the automatic stay imposed under 11 U.S.C. § 362 in order to pursue, liquidate
6	and collect on the Bond. Under Ninth Circuit law, the Bond is not estate property
7	and thus the relief sought in this Motion should be granted.
8	II. Ownership, Description, and Value of Collateral
9	(1) The present balance owing to the moving party;
10	\$64,994.06.
11	(2) The date upon which the debt was incurred;
12	The debt was incurred between October 2018 and June 2019.
13 14	(3) Whether the moving party holds a security interest or lien upon the debtor's property;
15	CEI holds no security interest or lien upon the debtor's property.
16	(4) The nature of the security interest or lien, the date upon which the security interest or lien was obtained, and if applicable, the date upon which the security interest or lien was perfected;
17	N/A.
18 19	(5) A description of the collateral sufficient for identification;
20	Construction Contractor's License Bond.
21	(6) The fair market value of the collateral;
22	\$20,000.
23	(7) A description of, and the amounts due upon, any other secruity interest or liens which priority over that of the moving party;
24	N/A.
25	(8) Whether the debtor is in default and, if so, the number of defaulted
26	installments and the total sums in default;

1	N/A.
2	(9) The subsection of § 362(d) under which relief is requested; and
3	11 U.S.C. § 362(d)(1).
4	(10) Any other facts which are relevant in determining whether relief should be granted.
5	See "Factual Background" and "Argument" sections below.
6 7	III. Factual Background
8	On or around August 6, 2018, Debtor and CEI entered into an agreement for
9	CEI to provide electrical construction labor, materials, and equipment on a project
10	with respect to which Debtor was involved as a contractor. (the "Project"). Larkin
11	Decl. ¶ 2. Between approximately October 28, 2018 and January 27, 2019, CEI
12	sent Debtor invoices approximately monthly setting forth charges for electrical
13	construction labor, materials and equipment CEI supplied on the Project. <u>Larkin</u>
14	<u>Decl. ¶ 3</u> . On or around February 24, 2019 and June 24, 2019, CEI sent Debtor
15	invoices for additional services performed on separate projects with respect to which
16	Debtor was involved as a contractor. <u>Larkin Decl. ¶ 4.</u> Despite demand, Debtor has
17	refused to pay amounts due and owing to CEI. Larkin Decl. ¶ 5.
18	CEI filed a complaint in the Circuit Court of the State of Oregon for
19	Multnomah County captioned Christenson Electric, Inc., v. Creative Lighting
20	Solutions, Inc., Case No. 19CV43762 seeking to recover the amounts due and
21	owing CEI. Larkin Decl. Ex. 1. Shortly thereafter, CEI filed a Breach of Contract
22	Complaint with the Construction Contractors Board. <u>Larkin Decl. ¶ 7.</u> CEI moved
23	the court to enter an order of default in Multnomah County Case No. 19CV43762,
24	which was granted on or around November 27, 2019. Larkin Decl. Ex. 2. Debtor
25	declared bankruptcy on or around November 21, 2019. Larkin Decl. Ex. 3.
26	Subsequently, the Construction Contractors Board wrote to CEI stating that it

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1	"cannot process complaints that could result in a debt against a respondent." <u>Larkin</u>
2	<u>Decl. ¶ 10.</u>
3	IV. Argument
4	This Court should grant CEI's Motion for limited relief from the automatic stay
5	to pursue the Bond because the Bond is not "property of the estate" within the
6	meaning of 11 U.S.C. § 541 and is therefore not subject to the automatic stay
7	imposed under 11 U.S.C. § 362(a).
8	Once filed, a bankruptcy petition operates as a stay of, inter alia, "the
9	commencement or continuationof a judicial, administrative, or other action or
10	proceeding against the debtor that was or could have been commenced before the
11	commencement" of the bankruptcy proceedings" and "the enforcement, against the
12	debtor or against property of the estate, of a judgment obtained before the
13	commencement" of the bankruptcy proceedings. 11 U.S.C. § 362(a)(1)(2). Under
14	11 U.S.C. § 362(d)(1), "the court shall grant relief from the staysuch as by
15	terminating, annulling, modifying, or conditioning such stayfor cause"
16	The stay should be terminated or annulled as to the Bond, or otherwise
17	modified, because CEI merely seeks to pursue, liquidate and collect on the Bond.
18	Critically, bond proceeds are not property of the estate subject to the stay. See In re
19	Lockard, 884 F.2d 1171, 1177-78 (9th Cir. 1989) ("a surety bond issued by a third
20	party to guaranty a contractor's performance of its contracts is not property of the
21	estate."). However, pursuant to In re Christensen, 167 B.R. 213 (D. Or. 1994), relief
22	from stay is required to proceed on a bond claim.
23	Additional cause for relief exists in this case because CEI merely seeks to
24	recover against bond proceeds not available to the debtor, no Bankruptcy Court
25	expertise is invoked, CEI will be prejudiced if the stay is not terminated, judicial
26	

PAGE 4 - CHRISTENSON ELECTRIC, INC'S MOTION FOR RELIEF FROM AUTOMATIC STAY

1	econo	omy supports stay termination, and the estate is not depleted by CEI's pursuit
2	of the	claim. See generally In re Kronemyer, 405 B.R. 915 (9th Cir. BAP 2009).
3	V.	Conclusion
4		CEI seeks the limited relief of authorization to collect from Debtor's Bond.
5	Unde	r Ninth Circuit precedent, the Bond at issue is not "property of the estate" and is
6	not e	ntitled to stay protection. For these reasons the Court should grant CEI's
7	Motio	n and authorize relief from the stay in order to collect Bond proceeds.
8		DATED this 6th day of February 2020.
9		STEWART SOKOL & LARKIN LLC
10		By: /s/ Thomas A. Larkin
11		Thomas A. Larkin, OSB #923623 tlarkin@lawssl.com
12		Attorneys for Plaintiff CEI Electric, Inc.
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PAGE 5 - CHRISTENSON ELECTRIC, INC'S MOTION FOR RELIEF FROM AUTOMATIC STAY

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1	CERTIFICATE OF SERVICE
2	I hereby certify that I served the foregoing CEI ELECTRIC, INC'S MOTION
3	FOR RELIEF FROM AUTOMATIC STAY on:
4	Nicholas J. Henderson Motschenbacher & Blattner, LLP
5	117 SW Taylor Street, Ste 300 Portland, OR 97204
6	E-mail: nhenderson@portlaw.com Of Attorneys for Creative Lighting Solutions. Inc.
7	
8	by the following indicated method or methods:
9	by E-filing a full, true and correct copy thereof to the attorney, as shown above, at the electronic mail address reflected on the court's CM/ECF system, on the date set forth below.
11	DATED this 6th day of February, 2020.
12	STEWART SOKOL & LARKIN LLC
13	
14	By: <u>/s/ Thomas A. Larkin</u> Thomas A. Larkin, OSB #923623
15	tlarkin@lawssl.com Attorneys for Plaintiff CEI Electric, Inc.
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PAGE 1 - CERTIFICATE OF SERVICE

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 1 2 3 4 	Thomas A. Larkin, OSB #923623 tlarkin@lawssl.com STEWART SOKOL & LARKIN LLC 2300 SW First Avenue, Suite 200 Portland, OR 97201-5047 Telephone: (503) 221-0699 Facsimile: (503) 223-5706	
5	Attorneys for Plaintiff Christenson Electric,	Inc.
6		
7	IN THE UNITED STATES BA	NKRUPTCY COURT
8	FOR THE DISTRICT	OF OREGON
9	In re:	
10	Creative Lighting Solutions, Inc.,	Case No. 19-34296-pcm11
11	Debtor,	DECLARATION OF THOMAS A. LARKIN IN SUPPORT OF MOTION
12		FOR RELIEF FROM AUTOMATIC STAY
13		JIAI
14	I, Thomas A. Larkin, declare under pen	alty of perjury the following:
15	 I am one of the attorneys for Chr 	istenson Electric, Inc. ("CEI") in
16	connection with the above-captioned matter. I	make this declaration in support of
17	Christenson Electric, Inc.'s Motion for Relief from	om Automatic Stay.
18	2. On or around August 6, 2018, De	ebtor and CEI entered into an
19	agreement for CEI to provide electrical constru	iction labor, materials, and equipment
20	on a project with respect to which Debtor was	involved as a contractor (the
21	"Project").	
22	3. Between approximately October	28, 2018 and January 27, 2019, CEI
23	sent Debtor invoices approximately monthly se	etting forth charges for electrical
24	construction labor, materials and equipment C	El supplied on the Project.
25	///	
26	///	

PAGE 1 – DECLARATION OF THOMAS A. LARKIN IN SUPPORT OF MOTION FOR RELIEF FROM AUTOMATIC STAY

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1	4.	On or around February 24, 2019 and June 24, 2019, CEI sent Debtor
2	invoices for	additional services performed on separate projects with respect to which
3	Debtor was	involved as a contractor.
4	5.	Despite demand, Debtor has refused to pay amounts due and owing to
5	CEI.	
6	6.	Attached hereto as Exhibit 1 is a true and correct copy of the complaint
7	filed in the (Circuit Court of the State of Oregon for Multnomah County captioned
8	Christensor	Electric, Inc., v. Creative Lighting Solutions, Inc., Case No. 19CV43762.
9	7.	On or around October 9, 2019, CEI filed a Breach of Contract
10	Complaint v	vith the Construction Contractors Board.
11	8.	Attached hereto as Exhibit 2 is a true and correct copy of the order of
12	default against Debtor entered by the Court in Multnomah County Case No.	
13	19CV43762.	
14	9.	Attached hereto as Exhibit 3 is a true and correct copy of Debtor's
15	notice of ba	nkruptcy.
16	10.	On December 26, 2019, the Construction Contractors Board notified
17	me that it "c	cannot process complaints that could result in a debt against a
18	respondent	n
19	l her	eby declare that the above statements are true to the best of my
20	knowledge	and belief, and that I understand they are made for use as evidence
21	in this prod	ceeding and are subject to penalty of perjury.
22	DAT	ED this 6th day of February, 2020.
23		
24		By: <u>/s <i>Thomas A. Larkin</i></u> Thomas A. Larkin
25		THOMAS A. EGINIT
26		

PAGE 2 – DECLARATION OF THOMAS A. LARKIN IN SUPPORT OF MOTION FOR RELIEF FROM AUTOMATIC STAY

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10/8/2019 10:11 AM 19CV43762

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7	IN THE CIRCUIT COURT FO	R THE STATE OF OREGON	
8	IN AND FOR THE COU	NTY OF MULTNOMAH	
9	CHRISTENSON ELECTRIC, INC., an Oregon corporation,		
10	Plaintiff,	Case No.	
11	V.	COMPLAINT (Breach of Contract; Action on	
12	CREATIVE LIGHTING SOLUTIONS,	Account; Account Stated; Private Prompt Payment; Quantum	
13	INC., an Oregon corporation,	Meruit/Unjust Enrichment)	
14	Defendant.	NOT SUBJECT TO MANDATORY ARBITRATION	
15 16		Amount of Claim: \$64,994.06 Fee Authority: ORS 21.160(1)(c) Filing Fee: \$560	
17 18	For its Complaint Plaintiff Christons	on Floatric Inc. ("Christoneon") allegee es	
19	follows:	on Electric, Inc. ("Christenson") alleges as	
20	lollows.		
20 21		ed and existing under the laws of the	
22	State of Oregon, with its principal place of business in Multnomah County, Oregon.		
23	At all relevant times, Christenson was and		
24	Construction Contractor's Board as license	ee 400.	
25			
26	///		

PAGE 1 - COMPLAINT

STEWART SOKOL & LARKIN LLC

1	2.
2	Defendant Creative Lighting Solutions, Inc. ("Creative Lighting") is and was an
3	Oregon business corporation doing business in Multnomah and Clackamas Counties
4	of the State of Oregon. Creative Lighting's business registration number is 832907-
5	92. At all relevant times, Creative Lighting was and is licensed by the State of
6	Oregon's Construction Contractor's Board as licensee 202492.
7	3.
8	This Court has jurisdiction over the parties and this action, and venue in this
9	Court is proper, because the acts and omissions giving rise to the claims in this
10	action took place and this action arose in Multnomah County.
11	4.
12	On or around August 6, 2018, Creative Lighting, pursuant to a subcontract
13	letter agreement dated June 27, 2018, engaged Christenson as a subcontractor to
14	perform and provide certain electrical construction labor, materials and equipment
15	on a project with respect to which Creative Lighting was involved as contractor.
16	5.
17	The parties entered into a subcontract for Christenson to provide the above-
18	referenced services, material and equipment to Creative Lighting. Creative Lighting
19	agreed to pay Christenson Electric, Inc. the lump sum amount of \$464,446.54 for
20	such services, material and equipment ("Subcontract #1"). The parties also entered
21	into time & materials agreements for Christenson to perform other work totaling
22	\$524.52 ("Subcontract #2).
23	6.
24	Christenson fully performed the Subcontract #1 and Subcontract #2 services,
25	materials and equipment for Creative Lighting Solutions. The majority of
26	111

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1	Christenson's services, materials and equipment were performed and provided in
2	Multnomah County, Oregon.
3	7.
4	Between October 28, 2018 and January 27, 2019, Christenson sent Creative
5	Lighting invoices approximately monthly setting forth the charges for the services,
6	materials and equipment performed under Subcontract #1. On February 24, 2019
7	and June 24, 2019, Christenson sent Creative Lighting invoices for the services,
8	materials and equipment performed under Subcontract #2.
9	8.
10	Despite demand, Creative Lighting has failed and refused to pay the amounts
11	due and owing to Christenson.
12	FIRST CLAIM FOR RELIEF
13	(Breach of Contract)
14	9.
15	Christenson realleges and incorporates by reference the allegations
16	contained in Paragraphs 1 through 8, above.
17	10.
18	Creative Lighting and Christenson entered into a valid and binding contract by
19	which Creative Lighting would pay Christenson the subcontract amount (for both
20	Subcontract #1 and Subcontract #2) in exchange for Christenson's subcontract
21	services, materials and equipment.
22	11.
23	Christenson performed all of its obligations and conditions precedent on its
24	part to be performed under the subcontract between the parties.
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PAGE 3 - COMPLAINT

STEWART SOKOL & LARKIN LLC

1	12.
2	Creative Lighting's failure and refusal to pay Christenson constitutes a breach
3	of the parties' subcontract.
4	13.
5	As a direct and foreseeable result of Creative Lighting's breaches,
6	Christenson has been damaged in the principal amount of \$64,994.06, plus interest
7	thereon from the dates due until paid in full at the statutory rate of 9% per annum.
8	SECOND CLAIM FOR RELIEF
9	(Action on Account)
10	14.
11	Christenson realleges and incorporates by reference the allegations
12	contained in Paragraphs 1 through 13, above.
13	15.
14	Christenson provided services, materials and equipment to Creative Lighting
15	on an account basis under their subcontract, and Creative Lighting promised to pay
16	Christenson for the services, materials and equipment so rendered. The current
17	amount due and owing from Creative Lighting to Christenson as reflected in invoices
18	regularly sent to Creative Lighting is \$64,994.06 plus interest from the dates due
19	until paid in full.
20	16.
21	Despite its invoices and demands by Christenson that Creative Lighting pay
22	the outstanding balance due on its account, Creative Lighting has failed to pay the
23	amounts due and owing. As a result, Christenson has been damaged and is entitled
24	to recover the amount due and owing on the account in the principal amount of
25	\$64,994.06, plus interest from the dates due until paid in full. Interest owed on
26	111

Exhibit 1

4 of 8

1	Creative Lighting's unpaid account shall accrue at the statutory rate 9% per annum				
2	from the dates due until paid.				
3	THIRD CLAIM FOR RELIEF				
4	(Account Stated)				
5	17.				
6	Christenson realleges and incorporates by reference the allegations				
7	contained in Paragraphs 1 through 16, above.				
8	18.				
9	Creative Lighting agreed to pay Christenson the amounts set forth in				
10	Christenson's invoices. Creative Lighting received and retained Christenson's				
11	invoices without objection and, therefore, conceded to the accuracy of the amounts				
12	stated and that such amounts were due and payable by Creative Lighting to				
13	Christenson.				
14	19.				
15	Creative Lighting has not paid Christenson for the undisputed amounts owing				
16	on the past due invoices and statements of account.				
17	20.				
18	Based upon the accounts stated, Christenson is entitled to recover from				
19	Creative Lighting the principal amount of \$64,994.06, plus interest at the statutory				
20	rate of 9% per annum from the dates due until paid.				
21	FOURTH CLAIM FOR RELIEF				
22	(Private Prompt Payment)				
23	21.				
24	Christenson realleges and incorporates by reference the allegations				
25	contained in Paragraphs 1 through 20.				
26	22.				

PAGE 5 - COMPLAINT

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1	Creative Lighting received payment in full from the project Owner for the
2	services, materials and equipment performed and supplied by Christenson under
3	Subcontract #1 by December 31, 2018. Creative Lighting did not pay such amounts
4	to Christenson within the timeframe required by ORS Chapter 701. Pursuant to
5	ORS 701.630, Christenson is entitled to interest on all amounts due and owing it
6	from Creative Lighting at the rate specified in ORS 701.630(6). Christenson is
7	entitled to interest on the amounts owed for Subcontract #1 (\$64,466.54) at the rate
8	of eighteen percent (18%) per annum from December 31, 2018 until paid.
9	23.
10	Pursuant to ORS 701.630(7), Christenson is also entitled to its costs and
11	reasonable attorney fees incurred in collecting interest.
12	(Alternative)
13	FIFTH CLAIM FOR RELIEF
14	(Quantum Meruit / Unjust Enrichment)
15	24.
16	Christenson realleges and incorporates by reference the allegations
17	contained in Paragraphs 1 through 23.
18	25.
19	The reasonable value of the unpaid balance of Christenson's services,
20	materials and equipment, which were incurred at Creative Lighting's request and for
21	Creative Lighting's benefit, is \$64,994.06.
22	26.
23	Creative Lighting was aware of, received and accepted the entire benefit of
24	Christenson's services, but has failed and refused to pay Christenson in full.
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PAGE 6 - COMPLAINT

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1 27.

As an alternative claim for relief and to avoid unjust enrichment, it is fair and equitable for Christenson to recover from Creative Lighting the reasonable value of the services, materials and equipment incurred and provided by Christenson in connection with the subcontract described herein, which reasonable value is not less than the principal amount of \$64,994.06. Christenson is also entitled to interest thereon at the highest rate allowed by law from the date due until paid.

8 WHEREFORE, Christenson Electric, Inc. prays for judgment as follows:

- 1. On its First, Second and Third Claims Relief, for judgment against Creative Lighting Solutions, Inc. in the principal amount of \$64,994.06, plus pre- and post-judgment interest accruing at the highest rate allowed by law from the dates due until paid;
- 2. On its Fourth Claim for Relief, for judgment against Creative Lighting Solutions, Inc. in the amount of eighteen percent (18%) interest per annum on the amounts owed for Subcontract #1 (\$64,466.54) from December 31, 2018 until paid, together with an award of the attorney fees and costs incurred by Christenson.
- 3. On its (Alternative) Fifth Claim for Relief, for judgment against Creative Lighting Solutions, Inc. in the principal amount of \$64,994.06, which represents the reasonable value of the services, materials and equipment Christenson provided, plus pre- and post-judgment interest accruing at the highest rate allowed by law from the dates due until paid;
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PAGE 7 - COMPLAINT

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1	4.	For its costs and disbursements incurred herein; and
2	5.	For such other relief as the Court may deem to be just and equitable.
3	DATE	ED this 8 th day of October, 2019.
4		STEWART SOKOL & LARKIN LLC
5		Dy: o/ Thomas A. Lorkin
6		By: <u>s/ Thomas A. Larkin</u> Thomas A. Larkin, OSB #923623
7		tlarkin@lawssl.com Attorneys for Plaintiff Christenson
8		Electric, Inc.
9		Trial Attorney: Thomas A. Larkin
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PAGE 8 - COMPLAINT

STEWART SOKOL & LARKIN LLC

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7	IN THE CIRCUIT COURT FO	R THE STATE OF OREGON
8	IN AND FOR THE COU	NTY OF MULTNOMAH
9	CHRISTENSON ELECTRIC, INC., an Oregon corporation,	
10		Case No. 19CV43762
11	Plaintiff,	ORDER OF DEFAULT AGAINST DEFENDANT CREATIVE LIGHTING
12	V.	SOLUTIONS, INC.
13	CREATIVE LIGHTING SOLUTIONS, INC., an Oregon corporation,	
14	Defendant.	
15		
16	Based upon Plaintiff Christenson El	ectric, Inc.'s ("Christenson") Motion for
17	Order of Default against Defendant Creative	ve Lighting Solutions, Inc. ("Creative"), the
18	Declaration of Matthew R. Berry in support	thereof, and Defendant having been duly
19	served with a copy of the Complaint and S	ummons, and having failed to file an
20	Answer or other responsive pleading herei	n, it is hereby:
21	///	
22	///	
23	///	
24	///	
25		
	///	
26	/// ///	

PAGE 1 - ORDER OF DEFAULT AGAINST DEFENDANT CREATIVE LIGHTING SOLUTIONS, INC.

STEWART SOKOL & LARKIN LLC

ATTORNITY SAT LAW

2300 SW First Avenue, Suite 200

Portland, OR 97201-5047

(503) 221-0699

FAX (503) 223-5706

910.058-01839349; 1

1	ORDERED that Defendant is in de	fault, and that said default be and hereby is
2	entered of record.	
3		Signed: 11/27/2019 08:25 AM
4		
5		My Johns J
6		Circuit Court Judge Stephen Bushong Proxy signed by SJ
7	Submitted by:	
8	Submitted by: STEWART SOKOL & LARKIN LLC Thomas A. Larkin, OSB #923623 tlarkin@lawssl.com Matthew R. Berry, OSB #133026 mberry@lawssl.com Attorneys for Plaintiff Christenson Electric, Inc.	
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PAGE 2 - ORDER OF DEFAULT AGAINST DEFENDANT CREATIVE LIGHTING SOLUTIONS, INC.

STEWART SOKOL & LARKIN LLC

ATTORNEY S AT LAW

2300 SW First Avenue, Suite 200

Portland OR 97201 F047

1	CERTIFICATE OF COMPLIANCE WITH UTCR 5.100				
2	I hereby certify that this ORDER OF DEFAULT AGAINST DEFENDANT				
3	CREATIVE LIGHTING SOLUTIONS, INC. is ready for judicial signature because:				
4 5	1.	[] Each opposing party affected by this order or judgment has stipulated to the order or judgment, as shown by each opposing party's signature on the document being submitted.			
6	2.	[] Each opposing party affected by this order or judgment has approved the order or judgment, as shown by signature on the document being submitted or by written confirmation of approval sent			
7					
8		to me.			
9	3.	[] I have served a copy of this order or judgment on all parties entitled			
10		to service and:			
11		a. [] No objection has been served on me.b. [] I received objections that I could not resolve with the			
12		opposing party despite reasonable efforts to do so. I have filed a copy of the objections I received and indicated which			
13		objections remain unresolved. c. [] After conferring about objections, [role and name of			
14		opposing party] agreed to independently file any remaining objection.			
15	4.	[X] The relief sought is against an opposing party who has been found			
16		in default.			
17	5.	[] An order of default is being requested with this proposed judgment.			
18	6.	[] Service is not required pursuant to subsection (3) of this rule, or by			
19		statute, rule, or otherwise.			
20	DATED this 13th day of November, 2019.				
21		STEWART SOKOL & LARKIN LLC			
22					
23		By: <u>s/ Matthew R. Berry</u> Thomas A. Larkin, OSB #923623			
24		tlarkin@lawssl.com Matthew R. Berry, OSB #133026			
25		mberry@lawssl.com			
26		Attorneys for Plaintiff Christenson Electric, Inc.			

PAGE 1 - CERTIFICATE OF COMPLIANCE

STEWART SOKOL & LARKIN LLC

2300 SW First Avenue, Suite 200 Portland, OR 97201-5047

910.058-01839349; 1

Exhibit 2

3 of 4

1	CERTIFICATE OF SERVICE			
2	I hereby certify that I served the foregoing ORDER OF DEFAULT AGAINST			
3	DEFENDANT CREATIVE LIGHTING SOLUTIONS, INC. on:			
4	Creative Lighting Solutions, Inc.			
5				
6	Durham, OR 97224			
7	by the follo	wing indicated method or methods:		
8 9	_☑	by E-filing a full, true and correct copy thereof to the attorney, as shown above, at the electronic mail address reflected on the court's CM/ECF system, on the date set forth below.		
10	\square	by mailing a full, true and correct copy thereof in a sealed, first-class		
11		postage-paid envelope, and addressed to the attorney as shown above, the last-known office address of the attorney, and deposited with the United		
12				
13	DAT	ED this 13th day of November, 2019. STEWART SOKOL & LARKIN LLC		
14		STEWART SOROL & LARRIN LLC		
15		By: <u>s/ Matthew R. Berry</u> Thomas A. Larkin, OSB #923623		
16		tlarkin@lawssl.com Matthew R. Berry, OSB #133026		
17		mberry@lawssl.com Attorneys for Plaintiff Christenson		
18		Electric, Inc.		
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PAGE 1 - CERTIFICATE OF SERVICE

910.058-01839349; 1

STEWART SOKOL & LARKIN LLC

2300 SW First Avenue, Suite 200 Portland, OR 97201-5047 (503) 221-0699 FAX (503) 223-5706

Information to identify the case:

Debtor

Creative Lighting Solutions, Inc.

EIN: 45-4609990

Stewart Sokol & Larkin LLC

United States Bankruptcy Court District of Oregon

Date case filed for chapter:

11/21/19

19-34296-pcm11

Official Form 309F (For Corporations or Partnerships)

Notice of Chapter 11 Bankruptcy Case

12/17

For the debtor listed above, a case has been filed under chapter 11 of the Bankruptcy Code. An order for relief has been entered.

This notice has important information about the case for creditors, debtors, and trustees, including information about the meeting of creditors and deadlines. Read all pages carefully.

The filing of the case imposed an automatic stay against most collection activities. This means that creditors generally may not take action to collect debts from the debtor or the debtor's property. For example, while the stay is in effect, creditors cannot sue, assert a deficiency, repossess property, or otherwise try to collect from the debtor. Creditors cannot demand repayment from the debtor by mail, phone, or otherwise. Creditors who violate the stay can be required to pay actual and punitive damages and attorney's fees.

Confirmation of a chapter 11 plan may result in a discharge of debt. A creditor who wants to have a particular debt excepted from discharge may be required to file a complaint in the bankruptcy clerk's office within the deadline specified in this notice. (See line 11 below for more information.)

To protect your rights, consult an attorney. All documents filed in the case may be inspected at the bankruptcy clerk's office at the address listed below or through PACER (Public Access to Court Electronic Records at www.pacer.gov).

The staff of the bankruptcy clerk's office cannot give legal advice.

Do not file this notice with any proof of claim or other filing in the case.

1.	Debtor's full name	Creative Lighting Solutions, Inc.	
2.	All other names used in the last 8 years	fdba Creative Lighting	
3.	Address	22365 SW Fisk Terrace Sherwood, OR 97140	
4.	Debtor's attorney Name and address	NICHOLAS J HENDERSON Motschenbacher & Blattner, LLP 117 SW Taylor Street Ste 300 Portland, OR 97204	Contact phone 503–417–0500
5.	Bankruptcy clerk's office Documents in this case may be filed at this address. You may inspect all records filed in this case at this office or online at www.pacer.gov.	1050 SW 6th Ave. #700 Portland, OR 97204	Office Hours 9:00 a.m. – 4:30 p.m. Contact phone 503–326–1500
6.	Meeting of creditors The debtor's representative, as specified in Bankruptcy rule 9001(5), must attend the meeting to be questioned under oath. Creditors may attend, but are not required to do so.	December 20, 2019 at 10:00 AM The meeting may be continued or adjourned to a later date. If so, the date will be on the court docket. Photo ID is required.	Location: US Trustee's Office, 620 SW Main St Rm 223, Portland, OR 97205

For more information, see page 2 >

Official Form 309F (For Corporations or Partnerships)

Notice of Chapter 11 Bankruptcy Case

page 1

Deadline for filing proof of claim: 1/30/20 For a governmental unit: See Fed. Rule Bankr. 7. Proof of claim deadline Proc. 3002(c)(1) A proof of claim is a signed statement describing a creditor's claim. A proof of claim form may be completed and filed at https://www.orb.uscourts.gov or any bankruptcy clerk's office. Please file proof of claim electronically at https://www.orb.uscourts.gov. No password or login required. Your claim will be allowed in the amount scheduled unless: your claim is designated as disputed, contingent, or unliquidated; you file a proof of claim in a different amount; or you receive another notice. If your claim is not scheduled or if your claim is designated as disputed, contingent, or unliquidated, you must file a proof of claim or you might not be paid on your claim and you might be unable to vote on a plan. You may file a proof of claim even if your claim is scheduled. You may review the schedules at the bankruptcy clerk's office or online at www.pacer.gov. Secured creditors retain rights in their collateral regardless of whether they file a proof of claim. Filing a proof of claim submits a creditor to the jurisdiction of the bankruptcy court, with consequences a lawyer can explain. For example, a secured creditor who files a proof of claim may surrender important nonmonetary rights, including the right to a jury trial. 8. Exception to discharge If § 523(c) applies to your claim and you seek to have it excepted from discharge, you must start a judicial deadline proceeding by filing a complaint by the deadline stated below. The bankruptcy clerk's office must receive a complaint and any required Deadline for filing the complaint: 2/18/20 filing fee by the following deadline. If you are a creditor receiving notice mailed to a foreign address, you may file a motion asking the court to extend the deadlines in this notice. Consult an attorney familiar with United States bankruptcy law if you Creditors with a foreign address have any questions about your rights in this case. Chapter 11 allows debtors to reorganize or liquidate according to a plan. A plan is not effective unless the court confirms it. You may receive a copy of the plan and a disclosure statement telling you about the plan, and you may have the opportunity to vote on the plan. You will receive notice of the date of the confirmation hearing, and you may object to confirmation of the plan and attend the confirmation hearing. Unless a Filing a Chapter 11 bankruptcy case trustee is serving, the debtor will remain in possession of the property and may continue to operate its business. Confirmation of a chapter 11 plan may result in a discharge of debts, which may include all or part of your debt. See 11 U.S.C. § 1141(d). A discharge means that creditors may never try to collect the debt from the debtor except as provided in the plan. If you want to have a particular debt owed to you excepted from the discharge and § 523(c) applies to your claim, you must start a judicial proceeding by filing a complaint and paying the filing fee in the bankruptcy clerk's office by the deadline. 11. Discharge of Debts Court information is available at https://www.orb.uscourts.gov. For account numbers, etc. contact the debtor's attorney. Contact your own attorney with other questions and to protect your rights. The clerk's office staff is forbidden by law from giving legal advice. **Court Information and** Legal Advice

1	CERTIFICATE OF SERVICE				
2	I hereby certify that I served the foregoing DECLARATION OF THOMAS A .				
3	LARKIN IN SUPPORT OF MOTION FOR RELIEF FROM AUTOMATIC STAY on:				
4 5	Nicholas J. Henderson Motschenbacher & Blattner, LLP 117 SW Taylor Street, Ste 300				
6	Portland, OR 97204 E-mail: nhenderson@portlaw.com Of Attorneys for Creative Lighting Solutions. Inc.				
8	7 by the following indicated method or methods:			: :	
9		by E-filing a full, true and above, at the electronic masystem, on the date set for	ail add	ct copy thereof to the attorney, as shown dress reflected on the court's CM/ECF ow.	
10 11		D this 6th day of January, 2			
12			ST	EWART SOKOL & LARKIN LLC	
13			Ву	: <u>/s/ Thomas A. Larkin</u>	
14				Thomas A. Larkin, OSB #923623 tlarkin@lawssl.com	
15				Attorneys for Plaintiff Christenson Electric, Inc.	
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PAGE 1 - CERTIFICATE OF SERVICE

TEWART SOKOL & LARKIN LLC

A T T O R N L Y S A T L A W

2300 SW First Avenue, Suite 200

Portland, OR 97201-5047

(503) 221-0699

FAX (503) 223-5706